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KAREN M. RICHAR: SON

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Florene Davidson Oil Conservation Division 310 Old Santa Fe Trail Santa Fe, New Mexico 87503

Case No. 10,635

JAN 2 5 1000 OIL CONSERVATION DIVISION

Dear Florene:

Enclosed is an Amended Application in the above matter, which I asked you to advertise for the February 18 hearing. The original Application requested pooling from the base of the San Andres formation, while the Amended Application requests pooling from 500 feet below the top of the San Andres formation. Please call me if you have any questions.

Very truly yours,

HINKLE, COX, EATON, COFFIELD

& HENSLEY

James Bruce

JB:frs Enclosure

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF MEWBOURNE OIL COMPANY
FOR COMPULSORY POOLING AND AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY,
NEW MEXICO.

AMENDED APPLICAPIONSERVATION DIVISION

Mewbourne Oil Company hereby makes application for an order pooling all mineral interests from 500 feet below the top of the San Andres formation to the base of the Morrow formation underlying the E^{1}_{2} of Section 15, Township 18 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and for an unorthodox gas well location, and in support thereof states:

- 1. Applicant is an interest owner and has the right to drill a well in the E_2^1 of said Section 15.
- 2. Applicant proposes to drill its Turkey Track "15" State No. 2 Well in the E_2^1 of Section 15, at an unorthodox location 1,500 feet from the South line and 1,980 feet from the East line of the Section, to a depth sufficient to test the Morrow formation (approximately 11,000 feet), and seeks to dedicate the following acreage to the well:
- (a) The $E_2^{\frac{1}{2}}$ of Section 15 for all pools or formations spaced on 320 acres;
- (b) The SE $\frac{1}{4}$ of Section 15 for all pools or formations spaced on 160 acres;
- (c) The $W_2^1SE_4^1$ of Section 15 for all pools or formations spaced on 80 acres; and

- (d) The $NW_4^1SE_4^1$ of Section 15 for all pools or formations spaced on 40 acres.
- 3. Applicant has in good faith sought to join all other mineral or leasehold interest owners in the $E^{\frac{1}{2}}$ of Section 15 for the purposes set forth herein.
- 4. Although Applicant attempted to obtain voluntary agreements from all mineral or leasehold interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their acreage. Therefore, Applicant seeks an order pooling all mineral and leasehold interest owners underlying the E^{1}_{2} of Section 15, as described above, pursuant to N.M. Stat. Arn. § 70-2-17 (1987 Repl.).
- 5. Applicant requests the Division to consider the cost of drilling and completing the well, the allocation of the cost thereof, as well as actual operating charges and costs charged for supervision. Applicant requests that it ge designated as operator of the well and that the Division set a penalty of 200% for the risk involved in drilling the well.
- 6. The pooling of all interests underlying the $E_2^{\frac{1}{2}}$ of Section 15, as described above, and the approval of the unorthodox gas well location will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFOFE, Applicant requests that the Division grant the relief requested above.

Dated: January 25, 1993.

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD

& HENSLEY

James Bruce

Post Office Box 2068

Santa Fe, New Mexico 87504-2068

James 'Bruce

(505) 982-4554

Attorneys for Applicant

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Amended Application was mailed to William F. Carr, Esq., Post Office Box 2208, Santa Fe, New Mexico 87504-2208, this 25th day of January, 1993, by first-class mail, postage prepaid.